NOTICE OF SPECIFIED PENALTY Date of Issue: May 18, 2016 Payment Due Date: June 20, 2016 2016-127 MSA File Number: Specified Penalty \$ 1,500 Amount: Weyerhaeuser Company Market Participant Name: Asset ID (if applicable): WEY1 Self Report ☐ YES ⊠ NO ISO Rule: 203.4 Date of Contravention: January 15, 2016 This is the first contravention by this asset for this rule within a rolling Date of Referral/Self Report: April 26, 2016 12 month period. **EVENT DETAILS** From 19:31 to 21:55, on January 15, 2016, WEY1 was generating an average of approximately 23 MW due to an operational deviation while its available capability (AC) and energy dispatch was 35 MW. The AC for the asset was restated to 30 MW at 21:55. ISO rule 203.4 indicates that if an operational deviation extends for twenty minutes or longer, the pool participant must submit an available capability or MW restatement for the asset that represents the operational capability of the asset no longer than twenty minutes after the start of the operational deviation. **FINDINGS** Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 203.4. **MATERIAL FACTS** The material facts relied upon by the MSA include the following: AESO generation, dispatch, and available capability data for WEY1 for January 15, 2016. AESO information request issued to Weyerhaeuser Company Ltd. dated April 12, 2016. Weyerhaeuser Company Ltd.'s response to the AESO information request dated April 24, 2016. Referral from the AESO to the MSA dated April 26, 2016. 4 Information from Weyerhaeuser Company Ltd. to the MSA dated April 28, 2016. **DELIVERY OF PAYMENT** Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 4th Floor, 425 - 1st Street S.W., Calgary, Alberta, T2P 3L8. Questions in respect of delivery of payment should be addressed to the Director of Finance, AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Andrew Davison (Senior Market Analyst) andrew.davison@auc.ab.ca. NOTICE The Market Surveillance Administrator (MSA) is granted the power and authority under s. 52 of the Alberta Utilities Commission Act to issue a Notice of Specified Penalty where the MSA is satisfied that a person has contravened an ISO rule. Specified penalties are set out in AUC Rule 019. In accordance with the relevant enactments and rules, a dispute regarding the issuance of a Notice of Specified Penalty or failure to pay the specified penalty in accordance with this notice will result in a hearing or other proceeding before the AUC. In accordance with s. 5(1) of AUC Rule 019 this Notice of Specified Penalty will be made public no earlier than receipt of confirmation of payment from the Commission and no later than 45 days after issuance. The MSA will, if applicable, also post on its website the link to any decision of the AUC respecting the specified penalty. If your organization disputes the issuance of this Notice of Specified Penalty, or if you have any other questions or comments regarding this matter, please contact the MSA compliance team at compliance@albertamsa.ca. **SIGNATURE** Signature: "Original Signed" Signature Date: May 18, 2016 Director Corporate Services and

Title:

Compliance

Name:

Doug Doll